

AGENDA TITLE: Adopt Resolution Ratifying Employment Agreement Entered into Be ween

the City of Lodi and James M. Rodems

**MEETING DATE:** April 6,201 1

PREPARED BY: City Manager

**RECOMMENDED ACTION:** Adopt resolution ratifying the Terms of the Employment

Agreement entered into between the City of Lodi and

James M. Rodems.

**BACKGROUND INFORMATION:** Lodi Municipal Code Section 2.12.060 vests with the

City Manager the power to select subordinate staff. In 2007 Mr. Rodems was selected as the Community

Center Director. The City Council ratified an employment agreement at that time. Subsequently, Mr. Rodems has acted as the Interim Parks & Recreation Director for the past 32 months until the most recent City Council action to merge the Community Center and Parks & Recreation into one department.

As a result of this action, it is necessary to update the agreement identifying the new title as well as compensation. The City Manager wishes to provide certain terms and conditions related to employment that extend beyond the Manager's authority and therefore requires ratification by the City Council. The proposed agreement is an "at-will" agreement and contains a base salary of \$118,224 annually, six-month severance payment for termination other than cause, and benefits similar to what other executive management and regular City employees receive. A copy of the agreement is attached.

**FISCAL IMPACT:** The position is within budget.

Konradt Bartlam, City Manager

Attachment

APPROVED: Konradt Bartlam, City Manager

## RESOLUTION NO. 2011-52

# A RESOLUTION OF THE LODI CITY COUNCIL RATIFYING EMPLOYMENT AGREEMENT FOR JAMES RODEMS

NOW, THEREFORE, BE IT RESOLVED that the Lodi City Council does hereby ratify the Employment Agreement entered into between City Manager Konradt Bartlam and James M. Rodems, as shown on Exhibit A attached hereto.

Dated: April 6, 2011

I hereby certify that Resolution No. 2011-52 was passed and adopted by the City Council of the City of Lodi in a regular meeting held April 6, 2011, by the following vote:

AYES: COUNCIL MEMBERS - Hansen, Katzakian, Nakanishi, and

Mayor Johnson

NOES: COUNCIL MEMBERS - Mounce

ABSENT: COUNCIL MEMBERS - None

ABSTAIN: COUNCIL MEMBERS - None

RANDI JOHL City Clerk



# **EMPLOYMENT AGREEMENT**

# **Executive Management Exempt Service**

#### Parks, Recreation and Cultural Services Director

- **THIS AGREEMENT** entered into on April 7, 2011, by and between the CITY OF LODI, a municipal corporation (hereinafter referred to as "City") and James M. Rodems, an individual (hereinafter referred to as "Employee").
- **WHEREAS,** Employee desires to be employed **as** Parks, Recreation and Cultural Services Director and City desires to employ the services of Employee as Parks, Recreation and Cultural Services Director; and
- **WHEREAS,** City and Employee agree in writing to the terms and conditions of employment as Parks, Recreation and Cultural Services Director; and
- **WHEREAS,** This Agreement shall completely supersede the Interim Parks & Recreation Director / Community Center Director employment agreement dated March 7, 2007 between City and Employee.
- **WHEREAS,** Employee and City agree and acknowledge that Employee's employment as Parks, Recreation and Cultural Services Director is his sole and exclusive employment with City, and that their employment relationship is governed solely and exclusively by this Agreement.
- **NOW, THEREFORE,** in consideration of the promises and conditions set forth herein, the parties mutually agree as follows:
- **1.** <u>Employment:</u> City agrees to employ Employee as Parks, Recreation and Cultural Services Director, in accordance with the following provisions:
- (a) Employee shall serve as Parks, Recreation and Cultural Services Director, and shall be responsible for managing and directing the operations of the Parks, Recreation and Cultural Services Department in accordance with an agreed upon performance plan.
- (b) Employee shall perform his duties to the best of his ability in accordance with the highest professional and ethical standards of the profession and shall comply with all general rules and regulations established by the City.
- (c) Employee shall not engage in any activity which is or may become a conflict of interest, prohibited contract, or which may create an incompatibility of office as defined under California law. Employee shall comply fully with his reporting and disclosure obligations under regulations promulgated by the Fair Political Practices Commission (FPPC).

(d) Employee agrees to remain in the exclusive employ of the City during the term of this Agreement. Employee shall dedicate his full energies and qualifications to his employment as Parks, Recreation and Cultural Services Director, and shall not engage in any other employment except as may be specifically approved in writing in advance by the City Manager.

# **2. Start Date:** Employee shall begin work on April 7,2011

3. <u>Maintenance of Professional Expertise:</u> To promote continued professional growth and benefit to the City, Employee shall, at City expense and consistent with budgetary constraints: maintain membership in professional organizations related to city utility administration and related professional disciplines; attend workshops, seminars and other similar activities designed to advance Employee's professional development; and, represent the City in professional associations and other organizations.

## 4. Resignation or Termination:

- (a) Employee may resign at any time and agrees to give City at least 30 days advance written notice of the effective date of his resignation. In such event, Employee shall not be entitled to severance pay **as** provided in Paragraph 5 herein.
- (b) The parties recognize and affirm that Employee may be terminated by the City Manager with cause, which shall mean gross insubordination, incapacity, dereliction of duty, conviction of a crime involving acts of moral turpitude or involving personal gain to him, or material breach of this Agreement. In such event, Employee shall not be entitled to severance pay **as** provided in Paragraph 5 herein.
- (c) The parties recognize and affirm that Employee may be terminated by the City Manager without cause, In such event, Employee shall be entitled to severance pay **as** provided in Paragraph 5 herein.
- (d) In the event of termination and in recognition of Employee's professional status and integrity, Employee and the City Manager shall prepare a joint public statement to be made by the City Manager. This employment relationship is based on the mutual respect between the parties and a desire to maintain the highest degree of professionalism. In communicating with third parties about the parties' employment relationship and the circumstances under which it may have been severed, the parties shall (a) protect and advance their mutual respect and professionalism, and (b) refrain from making statements that would negatively impact either party.
- (e) Employee may choose to resign or retire his office instead of being terminated **if** agreed to by the City Manager. In such an event the public announcement, as provided for in Paragraph **4** (d) above, will note Employee has resigned or retired. The provisions of Paragraph 4 (d) shall remain applicable. In such event, Employee shall not be entitled to severance pay as provided in Paragraph 5 herein.

- **5.** Severance Pay: If Employee is terminated by the City Manager without cause while still willing and able to perform the duties of Parks, Recreation and Cultural Services Director, City agrees to pay Employee a cash payment equal to six (6) months' aggregate salary and the City's cost of six (6) months' health insurance benefits subject to reduction as set forth in this Paragraph **5.** The severance payment will be paid over time at the same time as other employees of the City are paid and subject to customary withholdings. In the event Employee retains new employment during the six month severance period, any remaining severance payment will be forfeited as of the date Employee begins his new Employment. To be eligible for such severance pay, Employee shall fulfill all of his obligations under this Agreement, and shall sign an Acknowledgment and Release of Claims against the City in a form acceptable to the City Attorney. Payment under this paragraph will release City from any further obligations under this Agreement, or any other transaction between the parties.
- 6. Employment as Department Head is Sole Employment with City: Employee further represents and acknowledges that his employment as Parks, Recreation and Cultural Services Director is his sole and exclusive employment with the City. Employee has no right to any other exempt position with the City, or to any employment in the classified service.

### 7. Salary:

- (a) City agrees to pay Employee \$9,852.00 in salary per month for his services, payable in installments at the same time as other employees of the City are paid and subject to customary withholding. The City may reduce base salary compensation or other financial benefits of Employee as part of general salary reduction in pay among and common to all employees, Currently, the City has instituted and Employee agrees to accept the following two reductions:
  - i) one unpaid furlough day per month through June 30,2011; and
  - ii) elimination of deferred compensation matches employee would otherwise be entitled to through the pay period in which July 1, 2011 falls.
- (b) After one year, and subject to a satisfactory performance evaluation, a salary increase will be granted by the City Manager to establish a ten percent (10%) differential between the Parks, Recreation and Cultural Services Director and the department's next highest paid executive or mid management position, including incentive pay ("Second Year's Base Salary"). In addition, the City Manager will have discretion to grant an additional five percent increase over the Second Year's Base Salary.

- 8. Benefits: The City shall provide Employee the same benefits as provided to management employees in accordance with the terms of the Executive Management Statement of Benefits dated 1998 and as they may be amended, increased or decreased, except as modified herein. These are the sole and exclusive benefits to be provided to Employee. Any improvement or modification of such benefits may only be made by written instrument signed by the City Manager. As used herein, benefits include, but are not limited to: vacation, sick leave, holidays, administrative leave, retirement, vision insurance, health insurance, dental insurance, long term disability insurance and life insurance, Employee's vacation leave shall be calculated based upon his actual years of service with the City, increasing from there as provided in the Executive Management Statement of Benefits. Moreover, Employee shall retain all sick leave and vacation leave he has accrued as Interim Parks & Recreation Director / Community Center Director but at his new pay rate. Employee will also earn and accumulate sick leave as provided in the Executive Management Statement of Benefits.
- **9.** <u>Performance Evaluation:</u> The City Manager shall review and evaluate the performance of Employee each year and set goals and objectives for the ensuing year. Such review and evaluation shall be in accordance with specific criteria developed in the performance plan in consultation with Employee and the City Manager.
- **10.** <u>Assignment:</u> Employee shall not assign any of the duties and responsibilities, or obligations of this Agreement except with the express written consent of the City Manager.
- 11. <u>Authority to Work in the United States:</u> Employee represents, under penalty of perjury, that she is authorized to **work** in the United States. In accordance with §274A (8 USC **1324**) of the Immigration Reform and Control Act of 1986 before this Agreement can become effective, Employee must provide documentary evidence to City consistent with the Act, that she is legally entitled to work in the United States, and must execute the verification required by that Act.
- 12. <u>Notice:</u> All notices required herein shall be sent first class mail to the parties as follows:

To CITY:

City of Lodi

Attn: City Manager's Office

P.O. Box 3006

Lodi, CA 95241-1910

To EMPLOYEE:

James M. Rodems

Notice shall be deemed effectively served upon deposit in the United States mail. Either party may change the "Notice" address by notifying the other party in writing of such change.

- 13. Entire Agreement: This Agreement contains the entire agreement between the parties hereto. No promise, representation, warranty, or covenant not included in this Agreement has been or is relied on by any party hereto. This Agreement may only be amended by written instrument signed by Employee and the City Manager and specifically approved by the City Council in open session.
- <u>14. Severability:</u> If any provision of this Agreement is invalid or unenforceable, it shall be considered deleted herefrom and the remainder of this Agreement shall be unaffected and shall continue in full force and effect.

**IN WITNESS WHEREOF,** the parties have executed this Agreement the day and year written above.

	EMPLOYEE
	By: JAMES M. RODEMS
	CITY OF LODI, a municipal corporation
	By:KONRADT BARTLAM City Manager
ATTEST:	
By: RANDI JOHL City Clerk	
APPROVED AS TO FORM:	
D. STEPHEN SCHWABAUER City Attorney	